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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742-7401
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Federal Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

OCT 22 1964

CURRENT SERIAL RECORDS

Vol. VIII No. 10

October 1964

SEPTEMBER UNIFORM PRICE \$4.59

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in September 1964, will receive a minimum uniform price of \$4.59 per hundredweight for milk testing 3.5%. A butterfat differential of 7.3 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.59 price for September 1964, is 56 cents above the August 1964 price, and 13 cents above the September 1963 price. This \$4.59 blend price includes about 42 cents derived from funds paid into the pool by handlers under the "Louisville Plan" in April, May, and June of this year.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 19,597,968 pounds of milk to the Fort Wayne market during September 1964, of which 16,360,528 pounds or 83.5% was utilized in Class I by 15 pool handlers. Production was down 5.9% from August 1964. Class I utilization of producer milk was up 4.5% from August 1964.

OCTOBER CLASS I PRICE \$4.44

\$1.20 was added to the September basic formula price of \$3.24 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for October. This price of \$4.44 is nine cents more than the September Class I price.

NUMBER OF MILK COWS CONTINUES TO DECLINE

The number of milk cows on farms in the United States in June was estimated at 16,072,000, down 2.9 percent from a year earlier. The rate of decline was about the same as reported for June 1963. However, the drop is slightly larger than the 2.7 percent average since 1953.

Over the past 25 years, the June estimate of milk cow numbers has been about the same as the annual average number for the year, the difference being less than one-tenth of 1 percent. Based on this, the average number of milk cows in 1964 will be about 16.1 million.

Milk cow numbers in June were less than in June 1963 in all regions of the country. Decreases ranged from 1.8 percent in the East North Central (Ohio, Indiana, Illinois, Michigan, and Wisconsin) to 5.6 percent in the South Central.

(From Dairy Situation, Economic Research Service, USDA, August 1964)

FORT WAYNE MILK MARKET NEWSUTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	September 1964 Reported		September 1963 Reported	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	13,661,542	478,245	12,241,226	429,334
Regular Skim Milk	261,188	1,142	248,600	1,239
2% Skim Milk	1,665,054	33,552	118,978	23,996
Buttermilk	131,782	1,757	111,187	1,037
Flavored Milk/Drink	641,883	19,146	650,779	19,334
Cream Mixtures	197,789	23,815	181,069	22,246
Light Cream	6,383	1,289	17,586	2,829
Heavy Cream	14,483	5,247	15,381	5,335
Sour Cream	42,481	7,838	25,942	4,736
Sub Totals	16,622,585	572,031	14,681,554	510,086
Plus Unaccounted For	3,450	1,158	25,572	2,911
Gross Total Class I Milk	16,626,035	573,189	14,707,126	512,997
Less Other Source Receipts	247,454	12,829	347,056	15,278
Less Overages	11	11	-0-	-0-
Less Beginning Inventory	18,042	63	-0-	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>16,360,528</u>	<u>560,286</u>	<u>14,360,070</u>	<u>497,719</u>
<u>CLASS II MILK</u>				
Class II Production	1,092,271	35,582	1,020,939	28,208
Sales to Nonpool Plants	1,862,033	106,821	2,064,807	107,796
Ending Inventory	1,784,186	69,270	1,715,579	65,426
Dumped or Livestock Feed	91,245	951	72,016	845
Class II Shrinkage	188,536	6,524	137,462	7,958
Gross Total Class II Milk	5,018,271	219,148	5,010,803	210,233
Less Other Source Receipts	41,845	960	64,255	1,083
Less Overages	2,339	100	2,680	578
Less Beginning Inventory	1,736,647	68,527	1,080,694	43,715
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>3,237,440</u>	<u>149,561</u>	<u>3,863,174</u>	<u>164,857</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>19,597,968</u>	<u>709,847</u>	<u>18,223,244</u>	<u>662,576</u>

MISCELLANEOUS INFORMATION

	September 1964	September 1963	September 1962
Daily Class I Milk (Lbs.)	554,201	490,238	436,099
Current Month Compared With:		+ 13.0%	+ 27.1%
Production per Farm per Day	778	678	612
Current Month Compared With:		+ 14.7%	+ 27.1%
Gross Class I Milk to Producer Milk	84.8%	80.7%	85.2%
Pool Value of Producer Milk	\$834,245	\$755,371	\$633,779
Value of Producer Milk per Farm	\$ 993	\$ 843	\$ 758
Butter-Skim Powder Price	\$ 3.17	\$ 3.12	\$ 3.06
Wisconsin-Minnesota Plant Average	\$ 3.24	\$ 3.09	\$ 2.97

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	3,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.31	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
1963									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851
Jun.	14,766,835	64.2	3.40	8,242,395	35.8	3.76	23,009,230	3.53	860
Jul.	14,967,752	67.9	3.40	7,077,104	32.1	3.69	22,044,856	3.49	882
Aug.	15,651,115	75.1	3.40	5,177,739	24.9	3.89	20,828,854	3.52	936
Sep.	16,360,528	83.5	3.43	3,237,440	16.5	4.62	19,597,968	3.62	840

PORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM Milk Price	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price			Class I	Class II	Producer
1958	2.965	1.16	+0.04	4.173	2.965	3.73		.076	.067	.067
1959	3.002	1.16	+0.10	4.264	3.002	3.84		.077	.069	.069
1960	3.046	1.16	+0.12	4.325	3.046	3.88		.077	.068	.068
1961	3.16	1.18	---	4.34	3.16	4.00		.077	.070	.073
<u>1962</u>										
Jan.	3.22	1.20	---	4.42	3.21	4.19		.076	.070	.074
Feb.	3.21	1.20	---	4.41	3.21	4.20		.076	.070	.075
Mar.	3.29	1.20	---	4.49	3.20	4.24		.076	.070	.075
Apr.	3.21	1.20	---	4.41	3.02	3.70*		.076	.067	.073
May	3.05	1.20	---	4.25	2.97	3.51*		.072	.067	.070
Jun.	3.01	1.20	---	4.21	2.95	3.52*		.072	.067	.071
Jul.	3.01	1.20	---	4.21	2.95	3.92		.072	.067	.071
Aug.	3.03	1.20	---	4.23	3.04	4.04		.072	.067	.071
Sep.	3.04	1.20	---	4.24	3.06	4.43*		.072	.067	.071
Oct.	3.06	1.20	---	4.26	3.06	4.38*		.073	.067	.072
Nov.	3.07	1.20	---	4.27	3.09	4.38*		.072	.067	.071
Dec.	3.10	1.20	---	4.30	3.09	3.98		.072	.067	.070
Ave.	3.11	1.20	---	4.31	3.07	4.04		.073	.068	.072
<u>1963</u>										
Jan.	3.11	1.20	---	4.31	3.10	3.99		.072	.067	.070
Feb.	3.10	1.20	---	4.30	3.10	4.04		.072	.067	.070
Mar.	3.10	1.20	---	4.30	3.09	4.05		.072	.067	.071
Apr.	3.09	1.20	---	4.29	3.08	3.64*		.072	.067	.071
May	3.08	1.20	---	4.28	3.07	3.52*		.072	.067	.070
Jun.	3.07	1.20	---	4.27	3.08	3.46*		.072	.067	.070
Jul.	3.08	1.20	---	4.28	3.09	3.91		.072	.067	.070
Aug.	3.09	1.20	---	4.29	3.10	4.00		.072	.067	.071
Sep.	3.10	1.20	---	4.30	3.12	4.46*		.072	.069	.071
Oct.	3.12	1.20	---	4.32	3.14	4.47*		.075	.067	.073
Nov.	3.15	1.20	---	4.35	3.13	4.47*		.073	.067	.071
Dec.	3.16	1.20	---	4.36	3.13	4.03		.073	.067	.071
Ave.	3.10	1.20	---	4.30	3.10	4.00		.072	.067	.071
<u>1964</u>										
Jan.	3.16	1.20	---	4.36	3.13	4.04		.073	.067	.071
Feb.	3.17	1.20	---	4.37	3.13	4.02		.072	.067	.070
Mar.	3.16	1.20	---	4.36	3.13	3.96		.072	.067	.070
Apr.	3.15	1.20	---	4.35	3.12	3.63*		.072	.067	.070
May	3.12	1.20	---	4.32	3.12	3.52*		.072	.067	.070
Jun.	3.12	1.20	---	4.32	3.11	3.54*		.072	.067	.070
Jul.	3.11	1.20	---	4.31	3.12	3.93		.072	.067	.070
Aug.	3.12	1.20	---	4.32	3.15	4.03		.072	.068	.071
Sept.	3.15	1.20	---	4.35	3.24	4.59*		.074	.071	.073
Oct.	3.24	1.20	---	4.44				.077		

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF WEIGHTED AVERAGE OR UNIFORM PRICE

(Based on reports of 15 Handlers)

September 1964

	<u>Milk</u> <u>Pounds</u>	<u>Average</u> <u>Test</u>	<u>Class Prices</u> <u>At Test</u>	<u>Total Value</u>	<u>% of</u> <u>Pounds</u>
Class I Producer Milk	16,360,528	3.4246	\$4.29422	\$702,556.94	83.41
Class II Producer Milk	3,237,440	4.6197	4.03501	130,630.99	16.50
Total Producer Milk	19,597,968			\$833,187.93	99.91
Other Source Milk Priced Class I	17,742	3.5452	4.38349	777.72	.09
Total	19,615,710			\$833,965.65	100.00
Add: Value of Overage				97.00	
Add: Value of Inventory Reclassified				182.40	
Total Pool Value				\$834,245.05	
Less: Butterfat Adjustment to 3.5% Milk				17,466.09	
Add: 1/2 Unobligated Balance in Producer Settlement Fund				10,165.84	
Adjusted Value				\$826,944.80	
Less: Other Source Milk Priced Class I				739.84	
Add: 1/3 of Spring Set Aside (September)				82,249.35	Rate Per Cwt.
Sub Total				\$908,454.31	\$4.635451
Less: Producer Settlement Fund Reserve				8,907.58	.045451
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$899,546.73	\$4.59

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differential</u>	<u>Weighted Amount</u>
Class I	560,286	\$ 0.074	\$41,461.16
Class II	149,561	0.071	10,618.83
Total	709,847	\$ 0.073	\$52,079.99

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.59 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.073 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR SEPTEMBER 1964

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.4075	3.70	\$4.7360	4.15	\$5.0645	4.60	\$5.3930
3.30	4.4440	3.75	4.7725	4.20	5.1010	4.65	5.4295
3.35	4.4805	3.80	4.8090	4.25	5.1375	4.70	5.4660
3.40	4.5170	3.85	4.8455	4.30	5.1740	4.75	5.5025
3.45	4.5535	3.90	4.8820	4.35	5.2105	4.80	5.5390
3.50	4.59	3.95	4.9185	4.40	5.2470	4.85	5.5755
3.55	4.6265	4.00	4.9550	4.45	5.2835	4.90	5.6120
3.60	4.6630	4.05	4.9915	4.50	5.3200	4.95	5.6485
3.65	4.6995	4.10	5.0280	4.55	5.3565	5.00	5.6850

R. J. Connolly
Market Administrator

Date Announced:
October 13, 1964

